Previous references.

1904-5
(G. Finance

File No. 131

Serial Nos. 32 & 38

Later references.

G. Fin 26 of 05
[illegible] 08 & P-2 & 7130 08

P4

GENERAL AND REVENUE SECRETARIAT.

Serial Nos.

Part B. for May

SUBJECT.

Cash accounts of the Mysore Spinning & Manufacturing Co upto 28th Febry 05

FILE No. L. 131 of 1904-05.

Statement of cash accounts of the Mysore Spinning and Manufacturing Company up to 28th February 1905.

32 From the Comptroller, No. 5673, dated the 28th March 1905.
Submits a statement giving the abstract cash accounts of the Mysore Spinning and Manufacturing Company up to the 28th February 1905.

38 To the Comptroller, No. Fl. 7749, dated the 13th May 1905.
Observes that the yarn sales in the month of February were very small and that it is imprudent to speculate for higher prices as long as there is a fair margin of profit, that there were, on the 18th March 1905, Rs. 40,000 worth of yarn and Rs. 18,000 worth of cloth and that they might have been sold; and that the question of affording further funds will be considered separately.

G. R. S. 11] 1904-5

GENERAL AND REVENUE SECRETARIAT

(Gen. Fin.)

NOTES.

File No. 131—04

FILE HEADING.

The Mysore Spinning & Manufacturing Company.

From

The Comptroller

No. 5673 Dated 28·3·05 Received 30·3·05.

Diary No. 3980	Enclos. 2.	Spare Copies.	Serial No. 32.

BRIEF ABSTRACT OF LETTER.

Submits a Statement giving the abstract cash accounts of the Company upto the end of February 1905. together with a Statement of Stock & Liabilities furnished to him by the Agent.

NOTES AND ORDERS.

Stock account on the 28th Feby 1905:—

Cotton Rs. 20,092-5-6.

Yarn Rs. 38,392-15-9.

Cloth Rs. 24,725-4-8.

Total ~~Rs. 83,210-9-11~~ Rs. ~~83,725-4-8~~.

NOTES—First sheet.

MGCPB—30,000—17 2·05.

Serial No.

2. The Net amount advanced upto the end of Febr. 1905 — 99,266-9-10.
Interest for the period. 1,752-9-10.
Total liability to Govt. 101,019-3-8

3. According to the Statt. of Stock & liabilities furnished by the Agents,
the net asset by the end of Febr. 05 is Rs. 1,05,000, from which deducting Rs 6,500 on account of unexpired insurance & Rs 22,000 on account of initial stores, there remains a net asset of Rs: 76500/: against Rs 101019-3-8 due to Govt.

4. Therefore there has been a loss & the advance made by Govt. is not fully covered.

Submitted.
K.S
31/3/05.

The Comptroller reports that the total quantity of cotton used monthly by the Mill is more than Rs 20000 worth and that the Agents have asked him to move Govt. for a further advance of at least Rs 50000 to enable them to stay in a stock of cotton for three months. The Compt. will submit formal proposals to Govt. on the question when the Bombay Directors advise him in the matter. The points referred to in paras 2, 4, 5 & 6 of the Comptroller's letter deserve special notice

ordered to recy
Y
1.4.05

MGCRB—20,000—1-11-04.

G.R.S. 12]
General and Revenue Secretariat.

File No. 131 of 1904

Serial No.

draft cabd as per verbal instructions received from Secy.

H
7-4-05

Draft submitted to the Dewan Sahib

&
7.4.1905

V
7/4/05

5843/6.4.05.

Should the Govt move at 12 noon. Should Boyd & the Secretary of this Dept, will ascertain from the other mill cloth how much yarn was sold in those months in that mill

5989 17.4.05 Wd

Sales in the other mill in Jany & Feb: 1905 were as follows.—

R - a - p

I Woollen material { Jany 43,534 lbs @ 8.65 as per lb = 23,535 - 8 - 4
Febry 45,405 - @ 8.29 as per lb = 23,525 - 10 - 4

II Cotton Yarn. { Jany 1.19,988 - @ 6.76 as do = 50,694 - 15 - 4
Feb — 81,719 - @ 6.98 as do = 35,649 - 15 - 4

III Hosiery { Jany - 12,349 - @ 16.04 as do = 12,379 - 13 - 1
Feb — 16,991 - @ 18.97 as do = 20144 - 15 - 2

[N.B - Sir Chambers said that this extract should not be published]

Submitted Wd

18.4.1905
11.15 Am

B

Note—Cont'n. sheet.

MGCPB—20,000—1-11-04.

Upon the draft
8.5.1905

G.R.S. 12]

General and Revenue Secretariat.

File No. 131 of 1904-05

Serial No. 38

to the bombay. no: H. 7749 dtd 03-5-05.

makes certain observations regarding low sale of yarn in Feb'y & states that the question of affording further finds will be considered separately.-

NOTE.—Contn. sheet.

MGCPB—10,000—31-8-04.

No. 5673 G2 (32)

Office of the Comptroller,
Mysore Government,
Bangalore, Dated 28th/29 March 1905

From

Rai M. G. Basu Bahadur, M.A.,
Comptroller of Mysore,
B a n g a l o r e.

To

B. K. Venkatavarada Iyengar, Esq.,
Secretary to the Government of Mysore,
General and Revenue Departments.

Sir,

In continuation of my letter No.4688/S.A.733 dated the 23rd February 1905, I have the honour to submit a statement giving the abstract cash accounts of the Mysore Spinning & Manufacturing Co., Limited., up to 28th February 1905.

2. The most important feature in this statement is that the yarn sales in the month of February have been very small owing it is said, to the agents being unable to place much of their stock in the market on account of a low level of prices ruling in the month. I am not in a position to check this statement nor do I consider it prudent to speculate for higher prices as long as there is a fair margin of profit.

3. I enclose copy of a Statement of Stock and Liabilities on 28th February furnished me by the agents which shows the value of cotton, yarn & cloth on that date to have been as follows :-

Cotton	...	20,092-5-6
Yarn	...	38,392-15-9
Cloth	...	24,725-4-8
Total	...	83,210-9-11

4. As the total quantity of Cotton used monthly by the Mill is more than Rs.20,000 worth it is clear that unless Yarn & Cloth to the value of a full month's requirements of cotton are sold by the end of March and the proceeds applied to the purchase of raw cotton

there may be difficulty owing to a depletion of stock.

5. The progress so far has not been satisfactory, and the stocks on the 18th March were as follows :-

Cotton	...	24,148 - 12 - 4
Yarn	...	40,743 - 14 - 9
Cloth	...	18,085 - 0 - 6
		82,977 - 11 - 7

The agents have therefore asked me in a letter of the 15th March to move Government for a further advance of at least Rs.50,000 to enable them to lay in a stock of cotton for three months.. I shall submit my formal proposals to Government when the Bombay Directors have advised me on the question.

6. The other salient feature in the statement of the cash accounts is the progressive increase in the charge for Salaries and Wages in February.

7. The net amount advanced by Government up to the end of February has been Rs.99,266-9-10 and according to calculations made in my office the interest due on this advance up to February will be Rs.1,752-9-10. The total overdrawal exclusive of interest authorised by Government is Rs.1,00,415 only.

8. According to the statement of Stock & Liabilities the net asset on 28th February amounted to about Rs.1,05,500 from which deducting Rs.6,500 on account of unexpired insurance and Rs.22,000 on account of initial stores. We are left with a net asset of about Rs.77,000 against Rs.99,000 advanced by Government.

9. Stating the same result in another way, the Mill has used about Rs.68,000 worth of cotton up to February. If about Rs.33,000 had been spent on establishment, Insurance, Stores &c., the Mill would just have been able to pay its way, but the actual expenses have been about Rs.60,000 and hence there has been a loss and the advance made by Government is not fully covered.

I have the honor to be,
Sir,
Your most obedient servant,

[signature]

Abstract cash accounts of the Mysore Spin

Receipts

Heads of Receipt	Total up to January 1905	February 1905	Total
Advance by Government	94,877	4,390	99,267
Yarn Sales	20,875	1,933	22,808
Cloth Sales	8,103	7,621	15,724
Sundry Earnings	82	609	691
Dharmo account	26	13	39
Deposits and advances (net)	4,525	282	4,807
	1,28,488	14,848	1,43,336
Opening Balance	5	2,544	5
Grand Total	1,28,493	17,392	1,43,341

ning and Weaving Mills ———

Disbursements.

Heads of Disbursement	Total up to January 1905	February 1905	Total
Cotton account	75,732	4,271	80,003
Wheat and Flour	3,863	648	4,511
Salaries and Wages	13,942	4,314	18,256
Establishment allowance Bombay	1,750	300	2050
Directors' Fees	150	—	150
Contingent and Travelling Expenses	1,180	91	1,271
Stationery Charges	281	31	312
Law Charges	1,360	—	1,360
Insurance	13,739	215	13,954
Stores account	4,003		
Machinery account	4,627	1,278	9,908
Stores from Wagha	227	—	227
Fuel account	4,026	2,854	6,880
Timber	214	43	257
Repairs to Buildings	556	—	556
Dead Stock	277	4	281
Spare articles account	22	—	22
Total	1,25,949	14,049	1,39,998
Closing Balance			
Bangalore	2,177	2073	2073
Bombay	367	270	270
Intransit		1,000	1,000
Grand Total	1,28,493	17,392	1,43,341

Enclosure 6 letter of 28/3/05 to Secy. Govt Edu. & Rev. Depts

Ag Accountant
Controller

Head office
Bombay
A. Scott & Co
Agents

The Mysore Spinning & Manufacturing Co. Ltd.

Bangalore 8th March 1905.

Statement of Stock on the 28th February 1905.

	lbs				Rupees
Cotton Stock at Mills	67855	15639	2	2	
do at Davengere	14257	2959	"	"	
do at Hubli	43 Bales	1494	3	4	
					20092 56
Yarn stock at Mills	6380 3/4	2824	6	11	
do in process	1837 3/4	649	3	7	
do at Outstation	825 2/2	365	7	3	
					38392 59
Cloth Stock at Mills	2159 7/8	1826	7	11	
do in process	1410 2/2	645	5	9	
					24725 4 8
Waste yarn in stock	2 Bales & odd				365 " "
Wheat stock (Seers)	26609				2142 " "
Copee do (lbs)	18023				1148 14 7
Flour do (")	1692 3				885 " 1
Bran do (")	10670				266 12 "
Fuel do (Tons)	191 27/40				1489 9 1
Stores do					2189 5 14 1
Machinery and accessories					4714 " "
Dead stock					3229 15 2
Insurances, approximate (unexpired)					6600 " "
Cash on hand					2072 11 4
					Rupees 121 1 3

E and O.E.

Signed Subbrao Gopal
Secretary

Head office
Bombay
N. Sirur & Co.
Agents

The Mysore Spinning & Manufacturing Co., Limited.

Bangalore 8 March 1905.

Statement of Liabilities on 28 February 1905

	Dr.			Cr.		
M. Veriyanna, Bangalore				3757	15	5
M. Sangappa, Davengere				345	3	4
——do—— for Cotton to arrive				2959	"	"
R. A. Sirur, Ranebennoor				231	13	2
B. Luchmi Narayan				15	9	3
Veerupachappa, M'Coi				4	8	9
Matam Coomara Chetty				"	2	"
S.S. Wagh (Stores &c.)				5390	4	8
Head Office Bombay				10232	11	6
Fuel Contractors				977	12	"
Wages for February 1905				4000	"	"
——do—— (for Establishment)				1090	"	"
Ganigar Kanneerappa	316	3	6			
G. Parashram	4126	3	3			
Allabakash, Madras	78	13	5			
N. Sirur & Co. Bubli	1713	4	11			
Linigappa and Hariyanna	270	15	8			
	6605	8	9			
Net Liabilities	22499	7	4			
Rupees	29005	"	1	29005	"	1

E and O.E.

Sd/ Lubrao Gopal
Secretary

Copy
DG
28/2/05

(Enclosure to letter 28/2/05 to Secy. Gen. & Rev. Depts.)

G.R.S. 28]

File No. 131

Serial No. 38

Diary No. of letter replied to 3980

Proceedings of the Government of His Highness the Maharaja of Mysore.

GENERAL AND REVENUE SECRETARIAT.

( )

, *the* 13 May 1905.

Date of issue do

Signed by W Satyanarayana Rao

H 7749

READ.—

Letter No. 5673 dated the 28th March 05 from the Comptroller to the Government of His Highness the Maharaja of Mysore submitting statements giving the abstract cash accounts of the Mysore Spinning and Manufacturing Co. limited, up to 28th February 1905 and of stock and liabilities on the same date:

ORDER THEREON.—~~No.~~

Order thereon:

The Comptroller observes that the yarn sales in the month of February have been very small & that the result ~~which~~ the agents attribute to the low ~~level~~ of prices ruling in the month ~~the market had of the buyer~~ operated.

SUBJECT

2. The Comptroller reports that the Agents have asked him to move Government for a further advance of at least Rs 50000 to enable them to lay in a stock of cotton for three months. Government agree with the Comptroller in thinking that it is unprudent to speculate for higher prices as long as there is a fair margin of profit. There were on the 18th March 1905 40000 Rupees worth of yarn and 18,000 Rupees worth of cloth. They might have been sold. There were Good Sales Else where. The Question of affording further funds will be considered Separately.

I

~~Government are not prepared to advance money for the purchase of the stock of cotton required for the working of the Mill so long as the Agents retain on hand for which unsold with the expectation of a higher rate in prices. Such advances Government, the Government desire should be met out of the Mill's own resources and it is unreasonable in such cases to expect extraordinary aid.~~

6/5/1905

8.5.1905

Typed on 11/5/05 MR

27-4-05 Secretary

To The Comptroller